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STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
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RECEIVED**JAN 23 2012****DIV. OF OIL, GAS & MINING****LARGE MINING OPERATIONS PROGRESS REPORT****January 1, 2011 to December 31, 2011**

The information required in this form is based on provisions of the Mined Land Reclamation Act, Title 40-8, and the R647 rules under the Utah Minerals Regulatory Program. It is due January 31 of each year.

1. Mine Permit Number: 19210004
2. Mine Name: Escalante Silver Mine
3. Name of Operator/Permittee: Hecla Mining Company

Note: If Operator's address, company representative or phone number have changed, please provide a replacement page for the Notice of Intention together with form MR-REV available on the Division's web page at https://fs.ogm.utah.gov/pub/mines/minerals_related/forms/MR-REV.pdf.

4. Report the gross amount of ore mined and waste moved: None - closed

Gross Ore Mined 0 Tons, or 0 yd³Waste Material Moved 0 Tons, or 0 yd³

5. New disturbance created during the year 0 Acres
 Area reclaimed during the year 23 Acres
 Total disturbed area at the end of the year 0 Acres*

*The total disturbed area should not be greater than the permitted/bonded acreage

Final Reclamation of Tailings Pond Access roads was completed

6. Briefly describe the reclamation work performed during the past year. (Submit form MR-SITE (https://fs.ogm.utah.gov/pub/mines/minerals_related/forms/MR-SITE.pdf) to apply for full or partial bond/site release). Attach additional sheets if needed.

See Attached MR-SITE and Request for Final Surety Release letter dated January 19, 2012

7. Include an updated map depicting surface disturbance and reclamation performed during the year (Rule R647-4-105).

See attached site map & general location map

I hereby certify the information provided in this report is true and correct to the best of my knowledge and belief.

Name (Typed or Print): Paul GladerTitle of Operator: Director of EnvironmentalSignature of Operator: [Signature]Date: 1/19/12

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